

FISCAL NOTE

HB 7

January 24, 1997

SUMMARY OF BILL: Exempts from the sales and use tax the supplies used for monitoring blood sugar by individuals with diabetes.

ESTIMATED FISCAL IMPACT:

Decrease State Revenues - Exceeds \$500,000

Decrease Local Govt. Revenues - Exceeds \$200,000

Assumptions:

- There are approximately 50,000 insulin-dependent diabetic Tennesseans who monitor their blood sugar at least once per day.
- Each diabetic Tennessean spends approximately \$289 per year on supplies.
- Approximately 60% of sales of supplies are taxable; the remaining are paid for through some governmental entity and are tax-exempt.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director